

## City Sales and Use Tax Rate Changes – 10/01/2010

**New Information**

Effective October 1, 2010, the sales/use tax rates will increase for the following cities (special districts). Total tax rate includes any state, county, or city sales/use tax due.

<i>City</i>	<i>Current Total Tax Rate</i>	<i>Total Tax Rate as of 10/01/2010, and Later</i>	<i>Affected Zip Codes</i>
Calexico	8.75	9.25	92231, 92232
Cathedral City	8.75	9.75	92234, 92235
Cotati	9.00	9.50	94927, 94928, 94931
Rohnert Park	9.00	9.50	94927, 94928
Woodland	8.75	9.00	95695, 95776

In addition, the City of **Davis** will retain a previous tax increase that was set to expire at the end of this year. The current tax rate of 8.75 percent will remain in effect until 12/31/2016. The affected zip code is 95616.

**Procedures**

Remit sales/use tax at these new rates for:

- Original applications with a “fee due date” or “date of first operation” of October 1, 2010, or later.
- Transfer applications with a purchase date of October 1, 2010, or later.

City tax fee waivers are available for customers residing in an **exempt** (unincorporated) area of a city that has special sales/use tax rates. Refer to [VIN 2008-09 City Use Tax Waivers for Exempt Residents](#) for required documents and procedures.

For complete statewide sales/use tax rate information see the Board of Equalization’s website at [www.boe.ca.gov/index.htm](http://www.boe.ca.gov/index.htm).

## **Background**

Registered voters mandated changes to their specific special district taxes resulting in tax rate increases for certain California cities effective October 1, 2010.

Most vehicle industry members (retail sellers) are required to remit sales/use tax on vehicle or undocumented vessel sales directly to the Board of Equalization (BOE) and must continue to submit these taxes to BOE.

The Department of Motor Vehicles (DMV) acts as an agent for the BOE in the collection of sales/use tax when a vehicle or undocumented vessel is sold or transferred from someone other than a BOE licensed California retailer. The sales/use tax collected by DMV includes the state sales/use tax, and any additional county and/or city (special district) sales/use tax.

## **Reference**

*Vehicle Code* §§4000 (d), 4300.5, 5600, 9928, 38211

*Revenue and Taxation Code* §§6275, 6291, 6294

VIN 2008–09 City Use Tax Waivers for Exempt Residents at:

[dmv.ca.gov/vehindustry/vin\\_memos/vin\\_top.htm](http://dmv.ca.gov/vehindustry/vin_memos/vin_top.htm)

## **Distribution**

Notification that this memo is available online, at [www.dmv.ca.gov](http://www.dmv.ca.gov) under Publications was made via California DMVs Automated E-mail Alert Service in August 2010.

## **Contact**

Call the DMV Customer Communications Section, at (916) 657-6560 for further clarification of this memo. Upon request, this document can be produced in Braille or large print.

A handwritten signature in blue ink, appearing to read "J Shiimoto".

JEAN SHIOMOTO, Deputy Director  
Communication Programs Division